



**GENERAL ASSEMBLY OF THE STATE OF TENNESSEE
FISCAL REVIEW COMMITTEE**

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M E M O R A N D U M

TO: The Honorable Dave Goetz, Commissioner
Department of Finance and Administration

FROM: Bill Ketron, Chairman, Fiscal Review Committee
Charles Curtiss, Vice-Chairman, Fiscal Review Committee

DATE: January 26, 2010

SUBJECT: Contract Comments
(Fiscal Review Committee Meeting 1/25/10)

BK CC

RFS# 318.66-026

Department: Finance & Administration/Bureau of TennCare

Contractor: Volunteer State Health Plan - TennCare Select

Summary: The vendor is responsible for the provision of TennCare-covered services to children in state custody and high risk individuals, and provides a safety net for other TennCare MCOs statewide. The proposed amendment includes provisions for the implementation of the Long-Term Care Community Choices Act of 2008, updates Title VI requirements, extends the current contract for an additional year, and increases the maximum liability by \$448,306,600.

Maximum liability: \$1,382,683,906

Maximum liability w/amendment: \$1,830,990,506

After review, the Fiscal Review Committee voted to recommend approval of the contract amendment.

cc: The Honorable Darin Gordon, Deputy Commissioner
Mr. Robert Barlow, Director, Office of Contracts Review